CRS Report for Congress

Received through the CRS Web

Hurricane Katrina: Fishing and Aquaculture Industries — Damage and Recovery

Eugene H. Buck Specialist in Natural Resources Policy Resources, Science, and Industry Division

Summary

The Gulf Coast where Hurricane Katrina struck is an especially important center of commercial and recreational fishing, producing 10% of the shrimp and 40% of the oysters consumed in the United States. Many areas have been closed to fishing because of pollution-related contamination concerns. In addition, inland areas account for much of the U.S. farmed catfish production. This report summarizes damage assessments and recovery efforts, with initial reports primarily anecdotal until more accurate assessments become available. This report will be updated as warranted to incorporate new information.

Shrimp. Commercial shrimpers fishing out of or delivering to Alabama, Mississippi, and Louisiana ports account for almost half of all U.S. shrimp production. Katrina has destroyed or severely damaged shrimp boats and shrimp processing and storage facilities throughout this area during this, the peak harvesting season. An uncounted number of shrimpers may have drowned trying to ride out the storm aboard their vessels, but information is not yet available. Unprocessed, rotting shrimp at damaged processing plants must be disposed. Even prior to Katrina, this segment of the U.S. fishing industry had been declining due to competition from less-expensive foreign imports and among domestic harvesters, since domestic capacity is much greater than necessary to efficiently harvest the resource. In addition, since shrimp trawling is very fuel consumptive, increasing fuel costs make shrimp trawling more uneconomical. Additional impediments to shrimping are the underwater obstacles that foul and damage shrimp trawls; hurricane debris will provide many new obstacles (i.e., "hangs"), and Katrina's storm surges may have moved former obstacles to new, uncharted positions.

Oysters. With the decline of oyster harvest from the Mid-Atlantic region, the Gulf of Mexico has been supplying most of the recent domestic oyster harvest. Oyster beds and oyster vessels along the Gulf Coast were extensively damaged, if not totally destroyed by Katrina. Because of extensive hurricane-related pollution and related contamination concerns, any remaining oysters will not be harvestable for an undetermined period.

maintaining the data needed, and com- including suggestions for reducing thi VA 22202-4302. Respondents should does not display a currently valid OM	is burden, to Washington Headqual be aware that notwithstanding an	arters Services, Directorate for Info	rmation Operations and Reports	s, 1215 Jefferson Davis	Highway, Suite 1204, Arlington	
1. REPORT DATE 07 SEP 2005				3. DATES COVERED -		
4. TITLE AND SUBTITLE				5a. CONTRACT NUMBER		
Hurricane Katrina: Fishing and Aquaculture Industries Damage and Recovery				5b. GRANT NUMBER		
Recovery				5c. PROGRAM ELEMENT NUMBER		
6. AUTHOR(S)				5d. PROJECT NUMBER		
				5e. TASK NUMBER		
				5f. WORK UNIT NUMBER		
7. PERFORMING ORGANIZATION NAME(S) AND ADDRESS(ES) Congressional Research Service The Library of Congress 101 Independence Ave SE Washington, DC 20540-7500				8. PERFORMING ORGANIZATION REPORT NUMBER		
9. SPONSORING/MONITORING AGENCY NAME(S) AND ADDRESS(ES)				10. SPONSOR/MONITOR'S ACRONYM(S)		
				11. SPONSOR/MONITOR'S REPORT NUMBER(S)		
12. DISTRIBUTION/AVAILA Approved for public		on unlimited				
13. SUPPLEMENTARY NOTI	ES					
14. ABSTRACT						
15. SUBJECT TERMS						
16. SECURITY CLASSIFICA	17. LIMITATION OF ABSTRACT	18. NUMBER OF PAGES	19a. NAME OF			
a. REPORT unclassified	b. ABSTRACT unclassified	c. THIS PAGE unclassified	SAR	2	RESPONSIBLE PERSON	

Public reporting burden for the collection of information is estimated to average 1 hour per response, including the time for reviewing instructions, searching existing data sources, gathering and

Report Documentation Page

Form Approved OMB No. 0704-0188 **Catfish Aquaculture.** No reports have been received yet on the status of the farmed catfish industry.

Recreational Fishing. Damage to small boats and charter craft has been extensive; however, information is still sketchy on how this sector may have been affected.

Fishery Management. The National Marine Fisheries Service (NMFS) has many employees and contractors in the area damaged by Katrina. As of September 2, 2005, NMFS had made contact with 112 of 132 employees and contractors in the affected area. The NMFS facility at Pascagoula, MS, sustained significant damage. The Gulf of Mexico Fishery Management Council meeting originally scheduled for September 12-16 in New Orleans has been postponed until October and moved to St. Petersburg, FL.

Seafood Consumers. While certain fish and shellfish from the Gulf may disappear from the market, extensive domestic and imported seafood alternatives remain. There could be some increase in price as retailers adjust to different products and suppliers. The price of oysters may be more affected than some other seafood products, because of less opportunity for substitution of similar items.

Disaster Assistance. Fishery disaster assistance is provided primarily through two authorities — §312(a) of the Magnuson-Stevens Fishery Conservation and Management Act (16 U.S.C. §1861a(a)) and §308 of the Interjurisdictional Fisheries Act (16 U.S.C. §4107). These NMFS programs are further detailed at [http://sero.nmfs.noaa.gov/grants/fda.htm] and [http://www.nmfs.noaa.gov/mb/financial_services/disaster.htm].

Capacity Reduction. Distress in the commercial shrimp industry presents an opportunity for a possible capacity reduction effort to remove vessels and licenses permanently from the fleet. Such efforts could provide both compensation for damages for those who decide to sell their licenses and vessels as well as reduction in competition to those who may decide to resume shrimping. A summary of NMFS capacity reduction programs can be found at [http://www.nmfs.noaa.gov/mb/financial_services/buyback.htm].

¹ Photographs of damage were available at [http://www.nmfs.noaa.gov/pascagoula.htm] on Sept. 7, 2005.